

UNITED STATES DISTRICT COURT  
EASTERN DISTRICT OF CALIFORNIA

HECTOR TORRES,

Plaintiff,

v.

AMERICAN WATER WORKS  
COMPANY, INC., et al.,

Defendants.

No. 2:20-cv-02241-MCE-JDP

**MEMORANDUM AND ORDER**

Through the present action, Plaintiff Hector Torres (“Plaintiff” or “Torres”) seeks relief from Defendants California American Water Company and its parent, American Water Works Company, (together the “Company”) and International Union of Operating Engineers, Stationary Local Number 39, (the “Union”) (collectively “Defendants”) for wrongful discharge in breach of a labor agreement and breach of the duty of fair representation, respectively. Compl., ECF No. 1 ¶ 1. The Company terminated Plaintiff after conducting an investigation and concluding that Plaintiff had sexually harassed a junior female colleague, who was also a member of the Union. The Union initially represented Plaintiff through the grievance process but decided not to pursue the grievance through private arbitration. Presently before the Court is a Motion for Summary Judgment filed by the Company, ECF No. 22, in which the Union has joined, ECF No. 24. Plaintiff timely filed an Opposition. ECF No. 28. For the following reasons

that Motion is GRANTED.<sup>1</sup>

## BACKGROUND<sup>2</sup>

### A. General Background

Plaintiff was employed by the Company in a Senior Field Service Cross Connection position in which he was responsible for inspecting water backflow for commercial properties. During the relevant time period, Plaintiff was 49 years old, was married, and had three daughters, two who were in their twenties and one who was in her teens.

The Company also employed Ashley Stahl (“Stahl”) as a Water Distribution Meter Operator assigned to its Sacramento office location. In that position, Stahl was responsible for replacing commercial and residential water meters. At the time of the events at issue, Stahl was a 28-year-old single woman with a boyfriend. Plaintiff did not supervise Stahl, but he held a more senior role than she did. The two employees were familiar with each other because in Stahl’s prior position as a Field Service Representative, Torres would occasionally help her locate meters.

Both Plaintiff and Stahl were members of a collective bargaining unit exclusively represented by the Union. The Union and the Company were in turn parties to a collective bargaining agreement (“CBA” or “Agreement”) governing the terms and conditions of employment for bargaining unit employees.

According to one of the Company’s policies, it is “committed to a workplace in which all individuals are treated with mutual respect and dignity.” St. Clair Decl., ECF No. 22-3, ¶ 15, ECF No. 22-4, Ex. 14 at 1. That policy further provides that:

[The Company] has zero tolerance for discrimination,

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<sup>1</sup> Because oral argument would not have been of material assistance, the Court ordered this matter submitted on the briefs. E.D. Local Rule 230(g).

<sup>2</sup> The following material facts are undisputed and, unless otherwise indicated, are taken, often verbatim, from the parties’ papers.

harassment or retaliation as described in this policy. This means the Company will not tolerate any form of discrimination, harassment or retaliation by or towards any employee, vendor, customer, or other person in our workplace. Also, such behaviors are not allowed at a customer location, while operating a company vehicle, in public locations, or on our job sites. This policy also prohibits discrimination, harassment or retaliation while on Company business trips, or at business related social events or at any time outside of work. It is important to understand that discrimination, harassment and retaliation that occurs outside of work is still prohibited by this policy because it may impact the Company, its reputation or its name. A guiding principle of your employment with the Company is to treat everyone with respect and dignity and always be professional and courteous.

Id. "Sexual harassment" is further defined as follows:

For purposes of this policy, sexual harassment includes unwelcome sexual advances, requests for sexual favors, and other verbal or physical conduct of a sexual or gender-based nature when:

- submission to such conduct is either explicitly or implicitly made a term or condition of an individual's employment; or
- submission to or rejection of such conduct is used as the basis for employment decisions affecting the individual; or
- such conduct unreasonably interferes with an individual's work performance or creates an intimidating, hostile, or offensive working environment.

Some examples of what may constitute sexual harassment are: threatening or taking adverse employment action, such as discharge or demotion, if sexual favors are not granted; demands for sexual favors, whether or not in exchange for favorable or preferential treatment; unwelcome and repeated flirtations, propositions or advances; unwelcome physical contact; whistling; leering; improper gestures; offensive, derogatory or degrading remarks; unwelcome comments about appearance; sexual jokes or use of sexually explicit or offensive language; gender or sex-based pranks; the display of sexually suggestive objects or pictures in work areas; and the communication of any of the above via any electronic means, including via text messages or internet/social media postings. This list of examples is not intended to be all-inclusive.

Id. at 3. "Other discriminatory harassment" is defined as:

verbal or physical conduct that denigrates or shows hostility or aversion toward an individual because of any protected characteristic, and that:

- creates an intimidating, hostile, or offensive work environment; or
- unreasonably interferes with an individual's work performance

Id. at 4. The Company's policies specify that "[a]ny employee who violates or circumvents [the sexual harassment policies] may be subject to disciplinary action up to and including termination." Id., Ex. 15 at 7.

The Company conducts training for all its employees on the prevention and reporting of sexual harassment. Plaintiff acknowledges having received and reviewed all of the Company's policies, including the Workplace Conduct and Behavior Policy, and Respect and Dignity in the Workplace Policy (hereinafter the "Company's Conduct Policies"). Torres also acknowledges participating in the Company's sexual harassment prevention training and Code of Ethics training.

#### **B. The Harassment Allegations in this Case**

On February 5, 2020, Stahl told her foreman Osvaldo Perez about an encounter she had with Plaintiff. According to Perez, Stahl had advised him that on a particular occasion, Plaintiff had reached into Stahl's back pocket, taken her cell phone, looked through pictures of Stahl in which she was naked or in a state of undress, refused to give the phone back to Stahl, and forced her to yank it out of his hands to retrieve it. Plaintiff also purportedly asked Stahl to see additional pictures the following day. Stahl did not ask Perez to report this incident to management, but he nonetheless reported it to his supervisor, Terry Coleman, that same day.

The following day, Coleman and Christina Baril, an Operations Manager, met with Stahl. According to the notes of that meeting:

Ashley stated that Hector "Tito" Torres and she had been friendly since she had been in conservation, but noticeably more when she moved to the Field Service Department. They conversed as friends, and she would previously call him for assistance locating meters when she was out in the field. Ashley noticed that Hector's tone changed with her, and became more friendly, when he found out that Ashley and her previous partner had split in late February 2019. Hector would make comments about Ashley's appearance such as "Oh, are

1 you wearing makeup for your boyfriend?" Ashley recalled  
2 being mildly uncomfortable, but stated she just figured that  
Hector was a "lonely guy", and she pushed it off.

3 In Summer 2019/Fall 2019, Ashley stated that Hector had  
4 called her on her personal phone on a Friday (her day off)  
around lunchtime. Ashley did not answer. The following  
5 Monday morning at the office, Hector saw Ashley and stated  
6 something to the effect of "I called you on Friday. Why didn't  
you answer, I was by your house, but I didn't know if your  
7 boyfriend was there." Ashley had told Hector that it wouldn't  
have mattered if her boyfriend was there, and that Hector could  
have stopped by, as she viewed Hector as a friend.

8 Ashley left for Hawaii on October 21<sup>st</sup>, 2019, and returned  
9 roughly around October 28<sup>th</sup>, 2019. The morning of October  
28<sup>th</sup>, after the morning meeting for the FSR/Meter Crew,  
10 Ashley walked back to her truck, and passed by Hector's  
cubicle. Ashley stated that Hector said "Hey how was Hawaii  
11 – let me see some pictures". Ashley informed Hector that she  
had posted photos on Facebook and he could see them there.  
12 Hector then reached into Ashley's back pocket and took her  
personal phone. Hector opened up Ashley's phone to see  
13 personal private photos. Ashley tried to grab the phone from  
Hector, while he was stating "let me see more, let me see  
14 more", and trying to scroll through more pictures. She grabbed  
the phone and then informed Hector "You can't do that".  
15 Ashley stated that she had to go, and then went back to her  
work vehicle. While walking to her work vehicle, Ashley spoke  
16 with Alex Brett about the incident. Alex and Ashley  
corresponded about the event via text, and Ashley believes  
17 she remembers Alex telling her that she should report it.

18 On October 29<sup>th</sup>, Ashley was walking to her work vehicle in the  
back, and Hector came out of the office. Hector walked over  
19 to Ashley as she was walking to her truck, and Ashley recalled  
him stating something along the lines of "I need a wake me up,  
20 I need to see more pictures". Ashley believes she ignored  
Hector or told him that she had to go to work. Ashley told her  
21 boyfriend, Rene, that day about her interaction with Hector.  
Ashley had previously told Rene about Hector, and that he had  
22 made her uncomfortable before the incident on the 28<sup>th</sup>/29<sup>th</sup>.  
Rene reached out to Hector on the 29<sup>th</sup>, via Facebook  
23 messenger. Ashley does not know exactly what Rene said to  
Hector, but believes that it was along the lines of Hector  
24 needing to stop doing what he was doing, and that it could  
have potentially been mildly threatening. Ashley does not  
25 know if Hector received the message, nor does Rene, as Rene  
blocked Hector after sending the correspondence. Since  
26 October 29<sup>th</sup>/the message sent by Rene, Hector does not  
speak to Ashley.

27 Ashley stated she feels uncomfortable around Hector, and if  
28 he is in a room, such as the field services room, she will leave  
if there is potential that it will be just him and her.

1 Pl.'s Ex. E, ECF No. 28-3.

2 Following this meeting, Human Resource Business Partner Kimberly Castillo  
3 contacted Virginia "Gini" Russo ("Russo"), Employee Relations Business Partner, and  
4 asked Russo to investigate Stahl's report. Russo began her investigation by reviewing  
5 the notes Baril and Coleman had made during their meeting with Stahl and preparing  
6 questions for her investigation. She then interviewed Perez, Brett, Stahl, Torres, and  
7 Stephen San Nichols, the GIS Project Manager in the Company' Sacramento GIS  
8 Technical Group.

9 In Russo's final investigative report, some of the details of the allegations to be  
10 investigated were slightly different from those set forth in the February 6, 2020, meeting.  
11 St. Clair Decl., ECF No. 22-3, ¶ 19; 22-4, Ex. 18. Russo's "Summary of Allegation"  
12 section provides:

13 On 2/5/2020, Osvaldo Perez was riding with his employee,  
14 Ashley Stahl. During the ride along, Stahl reported an alleged  
Code of Ethics violation to include sexual harassment.

15 Stahl claims that on 12/06/2019, Hector Torres called her  
16 personal phone on Friday (her day off) around lunchtime.  
17 Stahl did not answer. The following Monday morning, Torres  
18 saw Stahl and stated something to the effect of "I called you  
19 on Friday. Why didn't you answer, I was by your house, but I  
didn't know if your boyfriend was there." Stahl viewed Torres  
as a friend and told Torres it wouldn't have mattered if her  
boyfriend was there.

20 On 12/11/2019, Stahl claims Torres asked to see pictures of  
21 her motorcycles. Stahl and Torres are friends on Facebook  
(FB), so Torres knew Stahl liked or had motorcycles. Stahl  
22 took out her phone to let Torres see photos. When Torres  
23 scrolled through, he came across private (naked) photos of  
Stahl. Stahl grabbed her phone and said, "you can't do that"  
and placed her phone in her back pocket. Torres grabbed  
Stahl's phone out of her pocket while saying "let me see more,  
24 let me see more." Stahl eventually retrieved her phone and  
25 said she had to go and headed off to her work truck. While  
26 walking to her truck on, she spoke to her coworker Alex Brett  
about the incident. Stahl also texted her Mom about the  
incident. See attachment #2 & #3.

27 On 12/12/2019, Stahl says she was walking back to her work  
28 truck and Torres came out of his office and said, "I need a wake  
me up/ I need to see more pictures." Stahl believes she  
ignored Torres or told him she had to go to work.

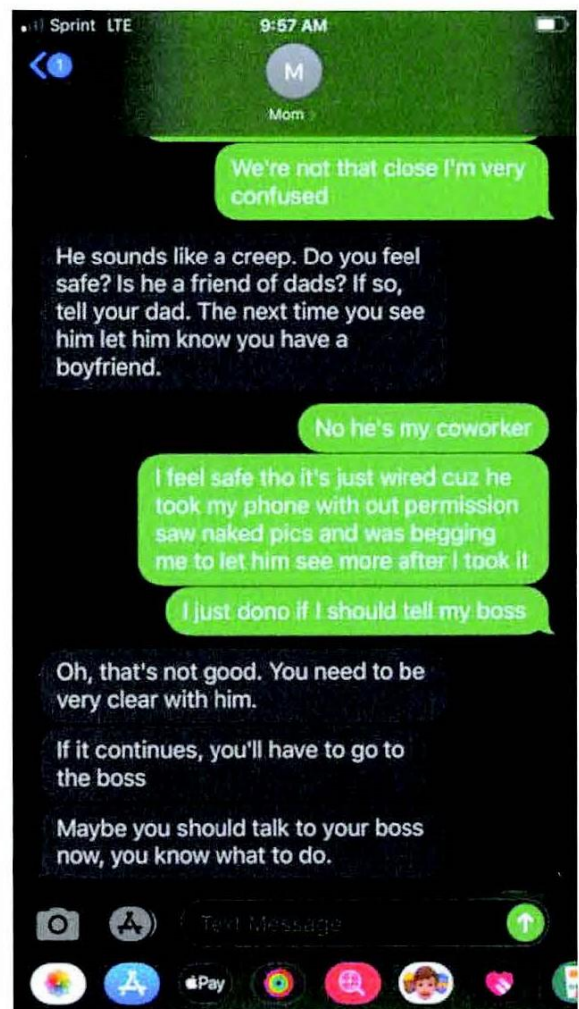


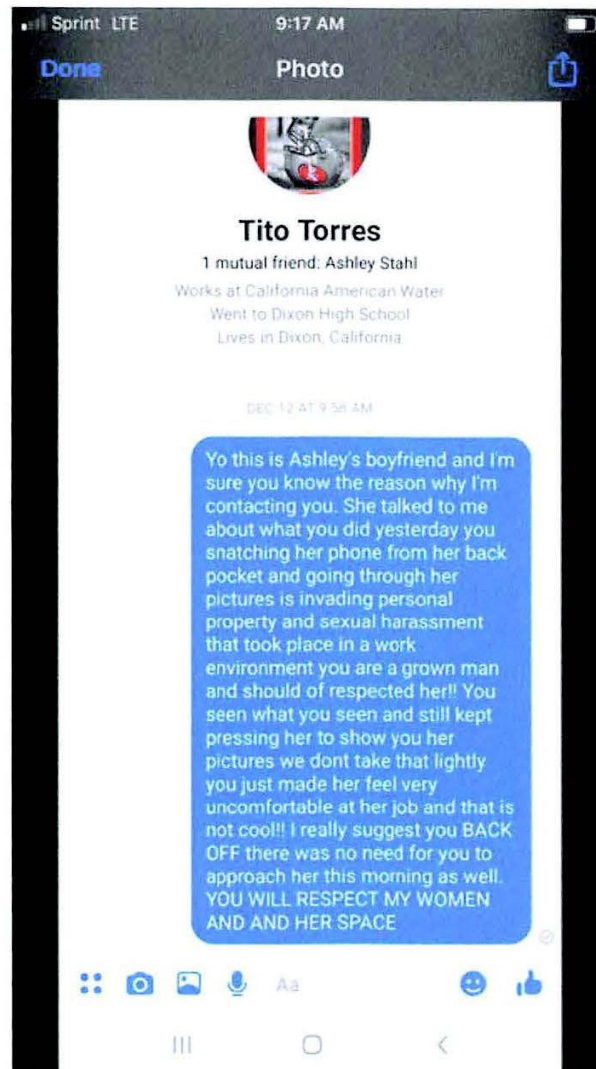
Stahl told her boyfriend about the incident that occurred on 12/12/2019 and he was aware that Torres had previously made her uncomfortable. Stahl's boyfriend messaged Torres via FB messenger and told Torres to leave Stahl alone. See attachment.

Stahl says that Torres hasn't contacted her since 12/12/2019. Stahl states she avoids potential interaction with Torres. If he is in the break room, she heads the opposite way.

If the incident is substantiated, it violates several American Water policies: Code of Ethics, Respect & Dignity in the Workplace Policy and the Code of Conduct.

Id. Russo obtained copies of the text exchange between Stahl and her mother and of the message Stahl's boyfriend had sent to Plaintiff:





Id.

During Russo's interview with Stahl, she observed that "there was a discrepancy in [Stahl's] original statement vers[u]s what was stated in [Stahl's] interview." Id. Russo explained:

Stahl had her vacation dates to Hawaii confused. She initially thought she took vacation in October but later confirmed it was December. Her vacation dates were confirmed by Coleman, Operations Supervisor. Stahl took vacation from 12/16/19-12/20/19.

Id. Perez and Brett nonetheless corroborated the material aspects of Stahl's allegations:



1 Osvaldo Perez reported the incident. He noted Torres would  
2 go out of his way to help Stahl. He said it wasn't common  
3 practice for Torres to help others, especially men. Perez  
4 states that Torres was overly friendly towards Stahl, and  
5 everyone picked up on this. He stated that Torres could see  
6 where Stahl parks and it seemed like Torres was constantly  
7 going out to see Stahl. Perez said Stahl and Torres did not  
8 have a relationship outside of work. He says that Torres no  
9 longer talks to Stahl.

10 Alex Brett confirmed Stahl spoke with him about the incident.  
11 Brett verified the incident occurred before Stahl went on  
12 vacation. The motorcycle incident Stahl recounted including  
13 grabbing her phone out of her back pocket was corroborated  
14 by Brett. Brett confirmed Torres approached Stahl the  
15 following day and said something to the effect of "I need some  
16 motivation for my morning" (eluding to the photos). Brett  
17 substantiated that Stahl's boyfriend sent a message to Torres  
18 via FB messenger. Brett said Stahl and Torres did not have a  
19 relationship outside of work. Brett said Stahl was avoiding  
20 Torres and concerned that Torres could potentially be  
21 promoted and worried about retaliation. Brett also stated that  
22 he was aware of past inappropriate behavior by Torres where  
23 he acquired female's phone numbers without their permission,  
24 most likely through paperwork at [the Company].

25 Id. Russo also interviewed Plaintiff.<sup>3</sup> According to Russo, Plaintiff admitted seeing the  
26 photos of Stahl, but contends he immediately returned the phone to her:

27 Hector Torres admitted to seeing private photos. However, he  
28 claims there were two separate incidents. He claims that he  
asked Stahl to see photos when she returned from vacation to  
Hawaii. Torres said he asked to see photos of her vacation  
and Stahl handed him the phone. Torres says when he saw  
the naked photos, he went whoa, and handed the phone back  
to her. Torres claims this is when he said, "Are those your  
boyfriend's inspirational wake up photos." Torres denies  
reaching into Stahl's back pocket. Torres also denies ever  
receiving a message via messenger on FB. He scrolled  
through his phone for Russo and Coleman to view. Torres  
admits that at one point he had a conversation about  
motorcycles but claims it was a different/separate time from  
when he saw the private photos. Torres claims he had no  
relationship with Stahl outside of work.

29 Id.<sup>4</sup> Plaintiff did not offer any of his own evidence or identify any witnesses that might

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30 <sup>3</sup> Because Plaintiff was represented by the Union, he was accompanied during this interview by  
his Union steward.

31 <sup>4</sup> According to Russo's notes of this conversation, Plaintiff did not remember calling Stahl on her  
day off but advised that he did go by Stahl's house one time and he "just knows" where she lives. Russo  
Decl., ECF No. 22-6, Ex. 2. Plaintiff notes now that Stahl was unable to provide her phone records at her  
deposition and testified later that she was unsure if Plaintiff had called her.

1 have proffered exculpatory information on his behalf.

2 Russo next interviewed San Nichols, who provided information to Russo about an  
3 alleged prior incident with a different female employee:

4 Stephen San Nichols, GIS manager, was interviewed because  
5 he had a prior employee in his department complain to him  
6 about Torres. San Nichols states that at one point, he  
7 mentioned Torres in conversation to the former temporary  
8 employee, Leticia Cardenas and she got a disgusted look on  
her face. When San Nichols asked Leticia about it, she stated  
that Torres kept texting her to go out. San Nichols offered to  
report it to HR, but Leticia said, no, that she had handled it  
herself by blocking his number.

9 Id. Finally, Stahl was interviewed again and confirmed there was one incident and it  
10 occurred before she went on vacation. Id.

11 Russo ultimately concluded that Stahl's claims were substantiated and  
12 recommended terminating Plaintiff:

13 The claim of alleged harassment is substantiated. Torres  
14 made inappropriate actions and unwelcome comments toward  
15 Stahl. Stahl's text messages to her Mom along with the  
16 message on Facebook provide credibility of sexually  
17 harassment. Brett verified that the incidents took place before  
18 Ashley went on vacation as do the text messages and  
19 Facebook message. This suggests that Torres is falsifying the  
20 truth about when the incident occurred and about there being  
two separate events. Brett confirmed Ashley's claim that  
Torres took the phone out of her back pocket. Brett also  
corroborated that Torres approached Stahl when she was  
walking to her truck and made a statement like "I need some  
motivation for my morning" which Brett says was eluding to the  
photos. The witnesses also support the idea that Torres was  
"overly friendly" and "went out of his way" to speak with Ashley.

21 . . . .

22 Recommend termination of Torres' employment due to his  
23 violation of the Company's Respect and Dignity in the  
Workplace Policy and Code of Ethics.

24 Id.

25 Russo's report was forwarded to Stephen "Audie" Foster, Director of Northern  
26 Operations for California American Water Company, who reviewed and considered its  
27 findings and made the decision to terminate Torres' employment because Torres  
28 violated the Company's sexual harassment policy and "[c]reated an environment for a

1 fellow employee that made them u[n]comfortable in the workplace and that rose to the  
2 levels of sexual harassment.” Id. ¶ 6, Ex. 5 (Foster Depo. 8:24-9:2, 12:22-24, 14:6-8,  
3 18:19-21).

4 **C. The CBA and the Union’s Grievance Contesting Plaintiff’s**  
5 **Termination**

6 The CBA sets forth the rights of the Company to manage their business as  
7 follows:

8 The Company has and will retain the exclusive right and power  
9 to manage its business and direct the working forces, including  
10 the right to hire, classify, grade, suspend, reassign, lay-off,  
11 discharge, promote, demote or transfer its employees,  
12 provided it does not conflict with the provisions of this  
13 Agreement. Nothing in this Agreement is intended to or is to  
be construed in any way to interfere with the recognized  
prerogative of the Company to manage and control the  
business, but each employee covered by this Agreement shall  
possess the right to appeal through the grievance and  
arbitration procedures as provided by the terms of this  
Agreement.

14 Id., ¶ 14, Ex. 13. The CBA does not contain any provisions explicitly granting employees  
15 just or good cause protections from discipline or discharge. It seemed to be a common  
16 understanding, however, that employment could only be terminated for “just cause” or  
17 “good cause.” See, e.g., Pl.’s Exhibits, ECF No. 28-4, Ex. J at 13:19-14:6; Ex. K; Ex. M  
18 at 26:21-27:10; Ex. N; Ex. T at 4:11-15, 19:17-20:06.

19 Article 5 of the CBA sets forth a grievance procedure available to resolve  
20 differences “between the parties to [the] Agreement regarding the interpretation or  
21 application of any of the terms contained herein or discipline of any employee covered  
22 by this Agreement . . . .” Id., ¶ 14, Ex. 13. The Grievance Procedure consists of three  
23 steps. Steps One and Two involve presentation of a written grievance to varying levels  
24 of management for discussion to determine whether the matter can be resolved. Id.  
25 The final step, Step Three, provides for a Board of Adjustment (“BOA” or “Board”)  
26 consisting of two representatives from both the Company and the Union. The BOA  
27 reviews relevant documents, hears presentations from the Company and the Union,  
28 discusses the matter amongst the members and renders a decision on whether, in the

1 case of discipline, the Company's decision should be confirmed or modified. The CBA  
2 then provides that:

3 A decision of the Board must be made within ten (10) days of  
4 the close of its meeting. Should the Board be unable to arrive  
5 at a majority decision within these ten (10) days, then a fifth,  
6 disinterested member shall be chosen by the Board within  
7 fifteen (15) days of the close of its meeting, and the majority  
8 decision, which shall be reached within fifteen (15) days of the  
9 appointment of the fifth member, shall be final and binding  
10 upon the parties.

11 If the Board is unable to agree upon a fifth member within the  
12 specified time, then the entire dispute shall be submitted to  
13 arbitration under the Voluntary Labor Arbitration rules in effect  
14 with the American Arbitration Association (AAA). Written  
15 submission to AAA, plus a copy to the other party, must be  
16 made within twenty (20) days of the close of the Board's  
17 meeting. The decision of the arbitrator shall be final and  
18 binding upon the parties. The arbitrator shall have the power  
19 to interpret the provisions of this Agreement, but shall not have  
20 the power to add to or subtract from this Agreement, nor to  
21 suspend, amend, or change any provision of this Agreement,  
22 nor to imply an obligation upon either party not set forth in an  
23 express provision of this Agreement. The arbitrator may not  
24 make an award retroactive beyond fifteen (15) days prior to the  
25 date the grievance was submitted at Step One.

26 Id.

27 On February 25, 2020, pursuant to the terms of the CBA, the Union timely filed a  
28 grievance on Torres' behalf claiming that he was terminated without cause and  
requesting that the Company reinstate him. The Union also requested the appointment  
of a BOA.

On March 3, 2020, the Company denied Torres' grievance, stating that it had  
terminated Torres for his violation of the Company's Conduct Policies. The Company  
informed the Union. Torres requested that the Union further dispute the Company's  
decision. On March 12, 2020, Eddie Ramirez, Business Representative for Local 39,  
requested a BOA to determine whether the employer's termination decision should be  
reversed. Ramirez requested a legal opinion from Gary Provencher, a Union lawyer who  
had represented the Union for many years. Specifically, Ramirez asked Provencher to  
opine on whether, "[i]n the event the BOA does not come to a favorable conclusion,

1 would there be a chance to prevail in arbitration?”

2 The BOA took place virtually on April 14, 2020, and lasted one to two hours. The  
3 Union appointed Business Representatives Brandy Johnson and Joe Klein to serve as  
4 its representatives on the BOA, whereas the Company appointed Brian McCord, Director  
5 of Health & Safety, and Evan Jacobs, Director of Government Affairs. The BOA meeting  
6 started with Foster presenting the Company’s case and advocating that the termination  
7 stand. Ramirez then presented the Union’s case advocating reversal of the Company’s  
8 decision and for Plaintiff’s reinstatement. Plaintiff and Russo were both present during  
9 the BOA to answer any questions from the BOA members. After the presentations,  
10 Plaintiff, Ramirez, Foster, and Russo then left the meeting, and the BOA members  
11 began their deliberations. The Union representatives “vehemently” advocated for  
12 Torres. The Company representatives argued that Torres’ statements were inconsistent  
13 with the facts whereas Stahl’s statements were supported by contemporaneous  
14 evidence. The Union’s representatives voted to reinstate Torres, the Company  
15 disagreed, and the BOA ended in a deadlock. Ramirez told Plaintiff that the BOA had  
16 not reversed his termination and that he would speak to the Union’s lawyer about next  
17 steps.

18 On May 6, 2020, Provencher provided the Union with his legal opinion:

19 [I]t is my opinion the Union would not be successful in  
20 arbitrating this matter because, as explained below, Mr.  
21 Torres’ version of the events is simply not possible.  
22 Consequently, if arbitrated an arbitrator would almost certainly  
credit Ms. Stahl’s testimony over Mr. Torres and uphold the  
termination.

23 The employer alleges that Mr. Torres asked to see pictures of  
24 a motorcycle on Ms. Stahl’s phone in December 2019. When  
25 Ms. Stahl pulled out her phone, the employer alleges that Mr.  
26 Torres grabbed the phone and began scrolling through her  
27 pictures. While doing so, Mr. Torres came across sexually  
28 explicit photos of Ms. Stahl. Ms. Stahl then grabbed her phone  
from Mr. Torres and put it in her pocket. Mr. Torres then  
grabbed the phone out of her pocket and said words to the  
effect of “let me see more.” Ms. Stahl took her phone back  
from Mr. Torres. Ms. Stahl then spoke to her co-worker Alex  
Brett about the incident on the day it occurred and she text  
messed her mother about the incident the same day. The



1 next day, Stahl alleges that Mr. Torres stated to her, "I need a  
2 wake me up. I need to see more pictures."

3 Mr. Torres acknowledges that he did come across sexually  
4 oriented photos of Ms. Stahl on her phone, but the incident  
5 occurred while Ms. Stahl was showing him photos of her  
6 vacation to Hawaii. However, this is impossible because Ms.  
7 Stahl had not gone on vacation to Hawaii at the time of the  
8 incident. In the documents I reviewed with the legal request is  
9 a text conversation between Ms. Stahl and her mother on  
10 December 11, 2019 discussing a co-worker taking her phone  
11 without her permission and looking at naked pictures of her. I  
12 have also reviewed a copy of Ms. Stahl's holiday and vacation  
13 records. According to those records, Ms. Stahl began her  
14 vacation on Monday, December 16 and returned the following  
15 week. Thus, Ms. Stahl could not have been showing Mr.  
16 Torres pictures of Ms. Stahl's Hawaii vacation on December  
17 11, because Ms. Stahl did not go on vacation until the following  
18 week. Additionally, in the December 11 email exchange with  
19 her mother, Ms. Stahl mentions motorcycles and pictures, but  
20 makes no mention of Hawaii.

21 In summary, if arbitrated, Mr. Torres will not be a credible  
22 witness for the reasons explained above. Moreover, it does  
23 not appear that he has anybody that witnessed the incident  
24 that will testify on his behalf. On the other hand, Ms. Stahl  
25 does have text messages to her mother on December 11, the  
26 day the incident allegedly occurred, discussing the incident.  
27 She also spoke to a co-worker about the incident on the day it  
28 occurred. Thus, an arbitrator will certainly find that the incident  
occurred on December 11. The employer will also introduce  
vacation records showing that Ms. Stahl began vacation on  
December 16, the week after the alleged incident. Therefore,  
an arbitrator would conclude that it was impossible for Ms.  
Stahl to be showing Mr. Torres pictures of her vacation when  
the incident occurred, as stated by Mr. Torres, because Ms.  
Stahl had not been on vacation at the time the incident  
occurred. Accordingly, an arbitrator will almost certainly find  
against Mr. Torres and uphold the termination.

21 Id., ¶ 26, Ex. 25.

22 Ramirez thereafter verbally informed Torres that the Union would not be moving  
23 forward with his grievance. According to the Union, this conversation occurred on May  
24 7, 2020. Plaintiff, however, remembers having the conversation during the week of his  
25 wife's birthday, which is June 2. He thus believes this conversation occurred during the  
26 last week of May or the first week of June. In any event, no fifth BOA member was  
27 selected, and the Union did not submit the case to arbitration. Union counsel testified  
28 that he was not aware of any instance where the Company or the Union has ever

1 selected a fifth disinterested BOA member to resolve a grievance.

2 More specifically, Provencher testified in this case regarding the parties' past  
3 practices with regard to arbitration under the CBA:

4 Q. Right.

5 In your experience as a union attorney, it's not uncommon, is  
6 it, for the parties to have ways of dealing with each other that  
7 might not be spelled out like a statute, for example, that  
[Plaintiff's counsel] may be more familiar with, employment  
statutes and laws, etc.?

8 In other words, there's a law of the shop that kind of develops  
9 around Collective Bargaining Agreements between the  
parties?

10 A. Yeah.

11 That's called "past practices," and there's lots of past practices  
12 that are not necessarily consistent with the MOU that  
employers and parties operate under.

13 Q. Okay. And in regards to this particular contract, I think I  
14 heard Mr. Florence say yesterday that it's not always the case  
that a split Board of Adjustment goes and finds an independent  
Board member.

15 A. Are you asking if that's -- if I have that same understanding?

16 Q. Yes.

17 Do you have the same -- in other words, [Plaintiff's counsel's]  
18 contention is that because it says the "Board shall" that in all  
19 cases, that must be what happens?

20 A. No, that's -- that's absolutely incorrect.

21 So I think your question was: Is it common, when you have  
22 these -- is it common that you don't have a fifth, disinterested  
or some -- I'm sorry.

23 . . . .

24 Q. Do you share Mr. Florence's understanding that the Board  
of Adjustment, when it splits, does not always appoint a fifth  
25 member --

26 . . . .

27 A. Yes, I absolutely agree with Mr. Florence, and in fact, I will  
just say this.

28 I've done hundreds of legal opinions.

1 I've done over 100 arbitrations.

2 I have never seen a Board of Adjustment tie and then go to  
3 somebody else -- and grab someone else and say, "This is an  
impartial."

4 This is a weird provision in -- to even have in a contract.

5 Q. Right.

6 A. I'm unaware that American Water and the union have ever  
7 selected a fifth, disinterested; I don't believe they do.

8 I believe what they do is -- that the next step in this is if the  
9 Board is unable to agree on a fifth, then the entire dispute shall  
be submitted to arbitration under the Voluntary Arbitration  
Rules; so then it would go to arbitration.

10 But even then, the entire dispute "shall be" -- so I know I'm kind  
11 of giving a narrative on this, but I need to be clear.

12 That "five days" really means nothing to me, and the next thing  
is that it "shall be" submitted.

13 So that is the type of language that we see in a normal MOU  
14 usually, is that it shall be submitted; right?

15 Q. Okay.

16 A. That doesn't mean that the union has to submit every  
grievance to arbitration.

17 Q. Okay.

18 A. This "shall" is the employer and the union agree that if union  
19 wants to keep going through the process, this is how the  
process is.

20 But once they do that Board of Adjustment, they have the right  
21 to go to their attorney, their Legal Department, and say: Should  
we move on any further?

22 If they make the decision to move on further, then the employer  
23 has to move on with them, but the union absolutely has the  
right to stop in the grievance process any time it finds that its  
grievance does not have merit.

24 That's exactly what they did in this contract, and that's exactly  
25 how it works everywhere I've been . . .

26 Q. Right, okay.

27 In that regard, [Plaintiff's counsel] or Plaintiff has suggested, I  
28 think, in the Answers to Interrogatories and in the complaint  
itself, that although the employer was the decision maker, that

1 it, the employer, was obligated, when the union didn't pursue  
2 arbitration, to go itself and engage with AAA to have an  
arbitration about whether it made the right decision.

3 Have you ever, in your years of practicing labor law,  
4 understood or seen anything like that or heard of anything like  
that?

5 A. Well, like I said, I don't select arbitrators; the Arbitration  
6 Department does that.

7 But I do receive letters saying that -- you know from the  
Arbitration Department, saying: We're selecting arbitrators.

8 I can't recall ever seeing an arbitration request from an  
9 employer; it's --

10 Q. Right.

11 A. -- always from the union.

12 . . . .

13 Q. And it's your understanding of the law, rather, the duty of  
14 fair representation, that the union has the -- has the right to  
15 exercise that discretion, because it does represent the whole  
as opposed to individuals, to decide how to allocate the union's  
resources on any particular grievance matter; correct?

16 A. Absolutely.

17 They have a duty to spend them in a way that is thinking about  
the whole membership.

18 Q. Right.

19 And without disclosing any privilege, it appears that the union  
20 made that judgment -- made a judgment here?

21 A. They sought my advice and agreed with my judgment.

22 . . . .

23 Q. If you could look at Exhibit 5, the Collective Bargaining  
Agreement applicable to Mr. Torres --

24 A. Sure, sure.

25 Q. -- as far as you understood it, this was applicable to Mr.  
26 Torres; correct?

27 A. Absolutely.

28 Q. Okay. If you look at page 9, under the category of "Step  
Three - Board of Adjustment" --

1 A. I'm there.

2 Q. -- I think you were talking about that just a minute ago.

3 The second paragraph says, "A decision of the Board" -- again  
4 referring to the Board of Adjustment -- "must be made within  
ten (10) days of the close of its meeting.

5 "Should the Board be unable to arrive at a majority decision  
6 within these ten (10) days, then a fifth, disinterested member  
shall be chosen by the Board within fifteen (15) days of the  
7 close of its meeting, and the majority decision, which shall be  
reached within fifteen (15) days of the appointment of the fifth  
8 member, shall be final and binding upon the parties."

9 So are you saying that the word "shall" with regards to the  
selection of a fifth, disinterested member does not mean  
10 "shall"?

11 A. No.

12 What I'm saying is that means if the union wants to go forward,  
it shall go forward in that way.

13 Now, I guess if the -- if the employer wanted to go forward, it  
14 could go forward in that way, too, but I doubt the employer  
would ever want to go forward.

15 But "shall" -- that's the process.

16 If the parties continue the process, that's what it will do, but the  
union, after the Board, or at any time, has the right to seek  
17 legal advice and determine whether or not to go on.

18 This is not a contract between Mr. Torres and the union, and  
this is not a contract between Mr. Torres and American Water;  
19 this is a contract between the union and American Water  
(indicating).

20 Q. Right.

21 But if it was to be discretionary, that is if the selection of the  
22 fifth, disinterested member was to be discretionary -- if the  
parties had discretion on whether to do that, they could have  
23 put it into the agreement itself; right?

24 They could have inserted that language?

25 . . . .

26 THE WITNESS: I would like to know . . . how you would do that  
because this is -- if it was permissive, then the employer  
27 wouldn't have to go -- the employer wouldn't have to go to the  
-- they would be permitted or not seek a fifth, disinterested  
28 person; right?



1 So let's say the Board locks, and you were going to use some  
2 language like this -- it's the same thing; they may go to  
3 arbitration, and then the employer would say, "No, we don't  
4 want to go."

5 BY [Plaintiff's counsel]:

6 Q. Well, there could have been language inserted saying that  
7 this decision is discretionary on the part of the union; correct?

8 . . . .

9 THE WITNESS: And it's just not -- that's not the way things are  
10 done . . . ; I've never seen that in a contract.

11 And the parties understand -- the parties know what this  
12 means. You may not, but the parties understand what this  
13 means.

14 It's -- it's clear what this means (indicating).

15 [Plaintiff's counsel]: Well, I'm --

16 THE WITNESS: [E]very contract that has an arbitration clause  
17 says that it shall be submitted to arbitration for a binding  
18 decision.

19 I don't know how many labor arbitrations you've done . . . ,  
20 under a Collective Bargaining Agreement, but under your  
21 theory, every time I tell them not to go to arbitration, that would  
22 be an Unfair Labor -- or a failure to represent -- a violation of  
23 the duty of fair representation because all contracts say you  
24 "shall" go to the arbitration.

25 If they said you can and the parties are permitted, the employer  
26 would never do it.

27 This is how they are written, just go look at any Collective  
28 Bargaining Agreement . . . .

29 Id., ¶ 9, Ex. 8 at 50:7-61:23.

30 On June 23, 2020, the Company received a demand for arbitration submitted by  
31 Plaintiff's private counsel. On June 29, 2020, the Company rejected the demand as  
32 untimely and considered the grievance withdrawn. On November 9, 2020, Plaintiff  
33 initiated this lawsuit.

34 ///

35 ///

36 ///

## STANDARD

The Federal Rules of Civil Procedure provide for summary judgment when “the movant shows that there is no genuine dispute as to any material fact and the movant is entitled to judgment as a matter of law.” Fed. R. Civ. P. 56(a); see also Celotex Corp. v. Catrett, 477 U.S. 317, 322 (1986). One of the principal purposes of Rule 56 is to dispose of factually unsupported claims or defenses. Celotex, 477 U.S. at 325.

Rule 56 also allows a court to grant summary judgment on part of a claim or defense, known as partial summary judgment. See Fed. R. Civ. P. 56(a) (“A party may move for summary judgment, identifying each claim or defense—or the part of each claim or defense—on which summary judgment is sought.”); see also Allstate Ins. Co. v. Madan, 889 F. Supp. 374, 378–79 (C.D. Cal. 1995). The standard that applies to a motion for partial summary judgment is the same as that which applies to a motion for summary judgment. See Fed. R. Civ. P. 56(a); State of Cal. ex rel. Cal. Dep’t of Toxic Substances Control v. Campbell, 138 F.3d 772, 780 (9th Cir. 1998) (applying summary judgment standard to motion for summary adjudication).

In a summary judgment motion, the moving party always bears the initial responsibility of informing the court of the basis for the motion and identifying the portions in the record “which it believes demonstrate the absence of a genuine issue of material fact.” Celotex, 477 U.S. at 323. If the moving party meets its initial responsibility, the burden then shifts to the opposing party to establish that a genuine issue as to any material fact actually does exist. Matsushita Elec. Indus. Co., Ltd. v. Zenith Radio Corp., 475 U.S. 574, 586–87 (1986); First Nat’l Bank v. Cities Serv. Co., 391 U.S. 253, 288–89 (1968).

In attempting to establish the existence or non-existence of a genuine factual dispute, the party must support its assertion by “citing to particular parts of materials in the record, including depositions, documents, electronically stored information, affidavits[,] or declarations . . . or other materials; or showing that the materials cited do

1 not establish the absence or presence of a genuine dispute, or that an adverse party  
2 cannot produce admissible evidence to support the fact.” Fed. R. Civ. P. 56(c)(1). The  
3 opposing party must demonstrate that the fact in contention is material, i.e., a fact that  
4 might affect the outcome of the suit under the governing law. Anderson v. Liberty Lobby,  
5 Inc., 477 U.S. 242, 248, 251–52 (1986); Owens v. Local No. 169, Assoc. of W. Pulp and  
6 Paper Workers, 971 F.2d 347, 355 (9th Cir. 1992). The opposing party must also  
7 demonstrate that the dispute about a material fact “is ‘genuine,’ that is, if the evidence is  
8 such that a reasonable jury could return a verdict for the nonmoving party.” Anderson,  
9 477 U.S. at 248. In other words, the judge needs to answer the preliminary question  
10 before the evidence is left to the jury of “not whether there is literally no evidence, but  
11 whether there is any upon which a jury could properly proceed to find a verdict for the  
12 party producing it, upon whom the onus of proof is imposed.” Anderson, 477 U.S. at 251  
13 (quoting Improvement Co. v. Munson, 81 U.S. 442, 448 (1871)) (emphasis in original).  
14 As the Supreme Court explained, “[w]hen the moving party has carried its burden under  
15 Rule [56(a)], its opponent must do more than simply show that there is some  
16 metaphysical doubt as to the material facts.” Matsushita, 475 U.S. at 586. Therefore,  
17 “[w]here the record taken as a whole could not lead a rational trier of fact to find for the  
18 non-moving party, there is no ‘genuine issue for trial.’” Id. at 587.

19 In resolving a summary judgment motion, the evidence of the opposing party is to  
20 be believed, and all reasonable inferences that may be drawn from the facts placed  
21 before the court must be drawn in favor of the opposing party. Anderson, 477 U.S. at  
22 255. Nevertheless, inferences are not drawn out of the air, and it is the opposing party’s  
23 obligation to produce a factual predicate from which the inference may be drawn.  
24 Richards v. Nielsen Freight Lines, 602 F. Supp. 1224, 1244–45 (E.D. Cal. 1985), aff’d,  
25 810 F.2d 898 (9th Cir. 1987).

26 ///

27 ///

28 ///

## ANALYSIS

Plaintiff alleges in his Complaint that: (1) the Union breached its duty of fair representation by failing to properly investigate Plaintiff's grievance, by failing to pursue appointment of a fifth impartial BOA member, and by failing to pursue Plaintiff's grievance in arbitration; and (2) the Company breached the CBA by terminating Plaintiff without just cause, by failing to allow Plaintiff to pursue his grievance to a legitimate conclusion, and by failing to take steps to secure appointment of a fifth BOA member.

Presently before the Court is the Company's Motion for Summary Judgment, in which the Union joined. Defendants move for judgment on the basis that: (1) the claim against the Union is time barred because Plaintiff was made aware that the Union would not further pursue his grievance on May 7, 2020, when the Union claims it so advised him, but he waited until over six months later to file this lawsuit; (2) that claim fails in any event because the Union's decisions were not arbitrary, discriminatory, or in bad faith; and (3) the Company did not violate the CBA by terminating Plaintiff because he was an at-will employee, but regardless, even if a good cause or just cause requirement was implied in the CBA, his termination met that standard as well.

The basis for bringing actions like this one is well settled:

It has long been established that an individual employee may bring suit against his employer for breach of a collective bargaining agreement. Smith v. Evening News Assn., 371 U.S. 195 (1962). Ordinarily, however, an employee is required to attempt to exhaust any grievance or arbitration remedies provided in the collective bargaining agreement. Republic Steel Corp. v. Maddox, 379 U.S. 650 (1965); cf. Clayton v. Automobile Workers, 451 U.S. 679 (1981) 164 (exhaustion of intra-union remedies not always required). Subject to very limited judicial review, he will be bound by the result according to the finality provisions of the agreement. See W.R. Grace & Co. v. Local 759, — U.S. —, at —, 103 S. Ct. —, at —, 75 L.Ed.2d —; Steelworkers v. Enterprise Corp., 363 U.S. 593 (1960). In Vaca and Hines, however, we recognized that this rule works an unacceptable injustice when the union representing the employee in the grievance/arbitration procedure acts in such a discriminatory, dishonest, arbitrary, or perfunctory fashion as to breach its duty of fair representation. In such an instance, an employee may bring

suit against both the employer and the union, notwithstanding the outcome or finality of the grievance or arbitration proceeding. Vaca v. Sipes, 386 U.S. 171 [(1967)]; Hines v. Anchor Motor Freight, 424 U.S. 554 [(1976)] ; United Parcel Service, Inc. v. Mitchell, 451 U.S. 56 [(1981)], Bowen v. United States Postal Service, 459 U.S. 212 [(1983)]; Czosek v. O'Mara, 397 U.S. 25 (1970). Such a suit, as a formal matter, comprises two causes of action. The suit against the employer rests on [29 U.S.C.] § 301, since the employee is alleging a breach of the collective bargaining agreement. The suit against the union is one for breach of the union's duty of fair representation, which is implied under the scheme of the National Labor Relations Act. "Yet the two claims are inextricably interdependent. 'To prevail against either the company or the Union, . . . [employee-plaintiffs] must not only show that their discharge was contrary to the contract but must also carry the burden of demonstrating a breach of duty by the Union.'" Mitchell, 451 U.S. at 66–67 (Stewart, J., concurring in the judgment), quoting Hines, 424 U.S. at 570–571. The employee may, if he chooses, sue one defendant and not the other; but the case he must prove is the same whether he sues one, the other, or both. The suit is thus not a straightforward breach of contract suit under § 301 . . . , but a hybrid § 301/fair representation claim, amounting to "a direct challenge to 'the private settlement of disputes under [the collective-bargaining agreement].'" Mitchell, 451 U.S. at 66 (Stewart, J., concurring in the judgment), quoting Auto Workers v. Hoosier, 383 U.S. [696,] 702 [(1966)].

Del Costello v. Int'l Brotherhood of Teamsters, 462 U.S. 151, 163-65 (1983) (footnote omitted). Because the Court concludes both that the Company did not breach the CBA and that the Union did not breach its duty of fair representation, it holds that Defendants are entitled to judgment as a matter of law. There is no need for the Court to resolve whether this action is timely.

#### **A. Breach of contract**

Plaintiff contends that the Company violated an implied covenant in the CBA that limits the Company's right to dismiss employees only on a finding of "just" or "good" cause because his termination was tainted by Stahl's credibility issues and insufficient facts to support the decision, especially given his long record of excellent service. In addition, according to Plaintiff, the conduct alleged is insufficient to rise to the level of sexual harassment because it was not sufficiently unwelcome under a reasonable person standard, and it was not severe or pervasive. For its part, the Company asserts



1 that it has the express right to manage its affairs, that Plaintiff's employment was "at-  
2 will," and that, in any event, the Company had good cause to discharge Plaintiff.

3 There is evidence in the record that, despite the lack of an explicit cause provision  
4 set forth in the CBA, the parties proceeded as if such a clause existed. Several  
5 individuals so testified, and the existence of the grievance procedure seems to indicate  
6 the parties anticipated terminations would occur only for specified reasons. On the other  
7 hand, the CBA contains clear language that "[t]he Company has and will retain the  
8 exclusive right and power to manage its business and direct the working forces,  
9 including the right to hire, classify, grade, suspend, reassign, lay-off, discharge, promote,  
10 demote or transfer its employees, provided it does not conflict with the provisions of this  
11 Agreement." St. Clair Decl., ECF No. 22-3, ¶ 14; ECF No. 22-4, Ex. 13. This language  
12 contradicts the theory that a just cause finding is necessary. The Court need not resolve  
13 this issue, however, because, as argued by Defendants, even assuming a cause  
14 requirement existed, Plaintiff's termination was justified.

15 "The substantive law in a Section 301 suit for breach of a CBA is federal common  
16 law." Mills v. Intermountain Gas Co., 857 F. Supp. 2d 1034, 1046 (D. Idaho 2012).  
17 "Just cause' is the embodiment of what is 'fair and reasonable, when all of the  
18 applicable facts and circumstances are considered.'" Id. (quoting Power v. Kaiser  
19 Found. Health Plan of the Mid-Atlantic States, Inc., 87 F. Supp. 2d 545, 555 (E.D. Va.  
20 2000)). The Company's decision here was fair and reasonable as a matter of law.

21 Upon being notified of Stahl's allegations, a meeting was immediately set up with  
22 Coleman and Baril, who thereafter referred the matter to Russo, a properly trained and  
23 uninvolved human resources professional. Russo conducted a thorough investigation,  
24 interviewing multiple individuals and collecting evidence, and provided Plaintiff notice  
25 and the opportunity to contradict Stahl's allegations. Her conclusion that the allegations  
26 were substantiated was reasonable given the fact that Stahl's version of facts was  
27 substantiated by her contemporary statement to a Brett, her texts to her mother, and her  
28 boyfriend's message to Plaintiff.

1 The fact that Stahl's recollection of inconsequential facts not central to her  
2 allegations changed as her memory was refreshed (e.g., initially reporting the wrong  
3 date and not remembering if she and Plaintiff were looking at vacation photos or photos  
4 of motorcycles) does not change the Court's conclusion. Nor is it dispositive that Stahl  
5 could not produce records to show whether Plaintiff had called her on her day off at  
6 some point or driven by her house. At base, the issue was that Plaintiff saw private  
7 photos of Stahl, refused to return her phone, and continued to question her about the  
8 photos until Plaintiff's boyfriend reached out to him. Independent witnesses also testified  
9 regarding Plaintiff's behavior toward Stahl, and for his part Plaintiff has not offered any  
10 independent evidence or any additional witnesses to contradict Stahl's allegations.  
11 Since Plaintiff simply denied all of the alleged conduct, even in the face of this  
12 corroborating evidence, Russo was justified in determining Plaintiff lacked credibility.

13 Moreover, nothing in the record suggests this investigation was conducted in bad  
14 faith or that it was infected with bias. Plaintiff disagrees with Russo's conclusions, and  
15 points to imperfections in the process, but perfection is not the standard, and  
16 imperfections do not automatically suggest partiality. The Company gathered the  
17 available evidence and reasonably evaluated it to determine that corroborating facts  
18 supported the "she said" side of this dispute. Having reached this conclusion, it was  
19 more than reasonable for the Company to conclude that Plaintiff had engaged in sexual  
20 harassment and/or conduct that was "immoral or indecent" under its policies as set forth  
21 above. Termination was thus reasonable.<sup>5</sup>

22 Plaintiff's argument that the conduct in this case does not rise to the level of  
23 sexual harassment under federal sexual discrimination in employment standards (e.g.,  
24 unwelcome to a reasonable person and sufficiently severe or pervasive) misses the  
25 mark. The Court is not being asked to determine whether Plaintiff and/or the Company

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26  
27 <sup>5</sup> Plaintiff's argument that other employees were not fired for engaging in similarly egregious  
28 conduct is also unpersuasive. None of his examples included conduct that was actually on par with  
Plaintiff's. Pointing to Plaintiff's eleven years of service is not helpful either because it does not justify  
maintaining his employment after the Company determined he violated its "zero tolerance" policies.

1 can be held civilly liable for Stahl's harassment. The Court is thus not required to  
 2 determine what actually happened between Plaintiff and Stahl. Rather, the Court is  
 3 required only to determine whether the Company's conclusion that Plaintiff had violated  
 4 its policies was reasonable and, if so, whether that conduct provided just cause for  
 5 termination. The Court has already answered both questions in the affirmative.  
 6 Because Plaintiff cannot show that the Company violated the CBA, Defendants are  
 7 entitled to judgment.

8 **B. Breach of the duty of fair representation**

9 Even if that was not the case, however, the Court also concludes that Plaintiff  
 10 cannot show that the Union breached its duty of fair representation. "To establish that a  
 11 union breached its duty of fair representation, an employee must show that the union's  
 12 processing of the grievance was 'arbitrary, discriminatory, or in bad faith.'" Slevira v.  
 13 Western Sugar Co., 200 F.3d 1218, 1221 (9th Cir. 2000) (quoting Vaca, 386 U.S. at  
 14 190). "Mere negligence on the part of the union does not constitute a breach of the duty  
 15 of fair representation." Id.

16 Plaintiff contends the Union violated its duty of fair representation when: (1) it  
 17 refused to pursue appointment of a fifth impartial BOA member; (2) the Union's counsel  
 18 based his legal opinion on the flawed investigation conducted by Russo; and (3) it failed  
 19 to submit Plaintiff's grievance to arbitration despite the mandatory language in the CBA.  
 20 The Court has already concluded that the Company's investigation was reasonable. It  
 21 rejects Plaintiff's remaining arguments as well.<sup>6</sup>

22 In general, the Union as to opposed to the individual employee decides which  
 23 grievances to pursue to arbitration. The Supreme Court has explained why:

24 Though we accept the proposition that a union may not  
 25 arbitrarily ignore a meritorious grievance or process it in

---

26 <sup>6</sup> Plaintiff does not appear to argue that the Union breached any duties up to the point the BOA  
 27 deadlocked, which makes sense given that the Union zealously advocated for him until then. The Union  
 28 re-assessed all of the facts gathered at that point, sought the opinion of counsel, and determined that  
 pursuing the grievance in arbitration would almost certainly be fruitless, given the objective evidence  
 corroborating Stahl's allegations. The Court agrees with that assessment as well and concludes that the  
 decision to abandon the grievance was not arbitrary, unreasonable, or made in bad faith.

1           perfunctory fashion, we do not agree that the individual  
2           employee has an absolute right to have his grievance taken to  
3           arbitration regardless of the provisions of the applicable  
4           collective bargaining agreement. In [Labor Management  
5           Relations Act ("L.M.R.A.")] [§] 203(d), 61 Stat. 154, 29 U.S.C.  
6           [§] 173(d), Congress declared that "Final adjustment by a  
7           method agreed upon by the parties is the desirable method for  
8           settlement of grievance disputes arising over the application or  
9           interpretation of an existing collective-bargaining agreement."  
10          In providing for a grievance and arbitration procedure which  
11          gives the union discretion to supervise the grievance  
12          machinery and to invoke arbitration, the employer and the  
13          union contemplate that each will endeavor in good faith to  
14          settle grievances short of arbitration. Through this settlement  
15          process, frivolous grievances are ended prior to the most  
16          costly and time-consuming step in the grievance procedures.  
17          Moreover, both sides are assured that similar complaints will  
18          be treated consistently, and major problem areas in the  
19          interpretation of the collective bargaining contract can be  
20          isolated and perhaps resolved. And finally, the settlement  
21          process furthers the interest of the union as statutory agent  
22          and as coauthor of the bargaining agreement in representing  
23          the employees in the enforcement of that agreement. See  
24          Cox, Rights Under a Labor Agreement, 69 Harv. L. Rev. 601  
25          (1956).

14          If the individual employee could compel arbitration of his  
15          grievance regardless of its merit, the settlement machinery  
16          provided by the contract would be substantially undermined,  
17          thus destroying the employer's confidence in the union's  
18          authority and returning the individual grievant to the vagaries  
19          of independent and unsystematic negotiation. Moreover,  
20          under such a rule, a significantly greater number of grievances  
21          would proceed to arbitration. This would greatly increase the  
22          cost of the grievance machinery and could so overburden the  
23          arbitration process as to prevent it from functioning  
24          successfully. See NLRB v. Acme Industrial Co., 385 U.S. 432,  
25          438; Ross, Distressed Grievance Procedures and Their  
26          Rehabilitation, in Labor Arbitration and Industrial Change,  
27          Proceedings of the 16th Annual Meeting, National Academy of  
28          Arbitrators 104 (1963). It can well be doubted whether the  
29          parties to collective bargaining agreements would long  
30          continue to provide for detailed grievance and arbitration  
31          procedures of the kind encouraged by L.M.R.A. [§] 203(d),  
32          supra, if their power to settle the majority of grievances short  
33          of the costlier and more time-consuming steps was limited by  
34          a rule permitting the grievant unilaterally to invoke arbitration.  
35          Nor do we see substantial danger to the interests of the  
36          individual employee if his statutory agent is given the  
37          contractual power honestly and in good faith to settle  
38          grievances short of arbitration. For these reasons, we  
39          conclude that a union does not breach its duty of fair  
40          representation, and thereby open up a suit by the employee  
41          for breach of contract, merely because it settled the grievance  
42          short of arbitration.

1 Vaca, 386 U.S. at 191-92. Plaintiff contends this reasoning is inapplicable here where  
2 the CBA states that in the event of a deadlocked BOA, a fifth member “shall” be chosen,  
3 and then, if no fifth member can be agreed upon, the case “shall” proceed to arbitration.

4 The problem with Plaintiff’s argument is that it ignores the implied condition that  
5 the Union has to make the decision to pursue the grievance further before invoking  
6 those provisions. The document would make no sense if it required any grievance  
7 pursued to the BOA and resulting in a deadlock to then be pursued in every case all the  
8 way through arbitration. Indeed, the Union’s counsel testified, and the Court quoted him  
9 at great length above, as to the absurdity of this position.<sup>7</sup> The Court agrees with Mr.  
10 Provencher.

11 Mr. Provencher also testified that basically every arbitration provision is written  
12 this way, namely utilizing seemingly mandatory terms as to the procedures to be  
13 followed, but with the presumption that one party or both is electing to pursue resolution  
14 of a disagreement. Stated another way, the mandatory terms go to the procedures to be  
15 followed if the Union elects to move forward, but the decision to move forward in the first  
16 place remains discretionary. The CBA in this case is an agreement between the  
17 Company and the Union and the grievance provisions assume an ongoing dispute.  
18 Nothing in the CBA, however, deprives the Union of the discretion to determine which  
19 disputes to pursue or requires the Union to pursue disputes through arbitration even if,  
20 during the course of the dispute, the Union determines a grievance is non-meritorious. A  
21 contrary interpretation would put the Union in the position of having to continue to argue  
22 frivolous claims simply because the Union undertook representation before all facts were  
23 uncovered. Accordingly, because Plaintiff cannot show that the Union breached its duty  
24 of fair representation, his claims fail on this ground as well.

---

25  
26 <sup>7</sup> To the extent Plaintiff argues that the Company was compelled by this contract language to  
27 appoint a neutral fifth BOA member or to submit the grievance to arbitration, essentially to seek arbitration  
28 against itself, it makes even less sense. The Union represents Plaintiff in the grievance process and takes  
an adversarial position to the Company. Once the Union abandons a grievance, the Company no longer  
has obligations under the CBA.




**CONCLUSION**

For the reasons stated, Defendants have shown that, based on the undisputed material facts, Plaintiff cannot establish his claims as a matter of law. That said, not later than twenty (20) days from the date this Memorandum and Order is electronically filed, Plaintiff may, but is not required to, file an amended complaint to cure any and all deficiencies. If no amended pleading is timely filed, all claims dismissed by virtue of this Memorandum and Order will be deemed dismissed with prejudice upon no further notice to the parties.

Defendants' Motion for Summary Judgment (ECF No. 22) is otherwise GRANTED on the terms set forth above.

IT IS SO ORDERED.

Dated: March 29, 2023

  
MORRISON C. ENGLAND, JR.  
SENIOR UNITED STATES DISTRICT JUDGE